

16 November 2023

Dow adds more than 150 points, fuelled by cooling inflation data

- **Global markets.** Stocks climbed on Wednesday, building on the strong rally from the previous session, on the back of more encouraging inflation data.

The S&P 500 advanced 0.16%, closing at 4,502.88, while the Nasdaq Composite inched higher by 0.07% and ended at 14,103.84. The Dow Jones Industrial Average added 163.51 points, or 0.47%, closing at 34,991.21.

Wall Street is coming off a strong session in which the S&P 500 and Nasdaq had their best day since April. Those market gains came after the consumer price index remained flat for October, while a Dow Jones consensus expected a slight increase.

In corporate news, Target popped nearly 18% on better-than-expected results for the third quarter. Shares of apparel company V.F. Corp added 14% following a JPMorgan upgrade to neutral from underweight.

Wall Street also had its eyes on Washington as lawmakers sought to avoid a government shutdown. Late Tuesday, the House of Representatives passed a bill, entailing a "laddered" continuing resolution. The measure will go to the Senate for a vote. If cleared by lawmakers, the legislation goes to President Joe Biden. Without a funding bill, the federal government is slated to shut down at the end of the week.

- **In economic news.** Local: MI consumer inflation expectations November at 11am; Labour force survey October at 11.30am

Overseas data: Japan machinery orders September at 10.50am; US October import prices and industrial production, November Philly and Kansas City Fed indices and NAHB housing market index

- **In other markets.** Treasuries fell after a surge that put global bonds on the verge of erasing their 2023 losses. . The yield on the 10-year Treasury climbed to 4.54% from 4.45%.
- The \$A was up +0.1% to 65.14 US cents at 5.34am.
- **Futures.** ASX futures down 17 points or -0.2% to 7115 near 5.26 am AEDT.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,316.7	7,207.1	1.5%
ASX 200	7,105.9	7,006.7	1.4%
ASX Emerging Companies	1,934.9	1,903.1	1.7%

US Markets

Dow Jones	34,991.2	34,803.2	0.5%
S&P500	4,502.9	4,494.3	0.2%
Nasdaq	15,817.2	15,808.3	0.1%
Russell 2000	1,798.3	1,705.5	5.4%

Asian & European Markets

Shanghai Composite	3,072.8	3,056.1	0.5%
Nikkei	33,376.0	33,192.0	0.6%
Hang Seng	18,079.0	17,396.9	3.9%
FTSE 100	7,471.5	7,426.8	0.6%
DAX 30	15,748.2	15,614.4	0.9%
CAC 40	7,206.6	7,185.7	0.3%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	3,235.0	3,235.8	0.0%
Communication Services	236.1	234.8	0.6%
Consumer Discretionary	1,326.4	1,327.3	-0.1%

Economic Releases	Time	F'cast	Prior
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AU - Consumer Inflation Expectations	11:00		4.8%
AU - Unemployment Rate	11:30	3.7%	3.6%

Key BW Names	Close	Prior	% Δ
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Lotus Resources	0.290	0.280	3.6%
Elementos	0.120	0.120	0.0%
Frontier Energy	0.335	0.320	4.7%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	76.49	78.19	-2.2%
Gold	1,960	1,963	-0.2%
Gold (Aus)	3,012	3,017	-0.2%
Silver	23.43	23.11	1.4%
Uranium (Spot)	75.00	75.00	0.0%
Tin (Futures)	25,206	24,923	1.1%
Copper	3.74	3.71	0.9%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,101.2	7,093.0	0.1%
DX Index	104.4	104.0	0.4%
AUD/USD	0.6507	0.6502	0.1%
2-Year Treasury Yield (%)	4.914	4.821	9 bp
10-Year Treasury Yield (%)	4.539	4.441	10 bp
US 2-10-Year Spread	-0.197	-0.197	0 bp
VIX Index	14.09	14.09	0.0%